# STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

IN THE MATTER OF:	) ) )
Gregory Webb,	) File Number: 0700225
InfrAegis, INC, F/K/A Intelagents, INC.	
its partners, members, officers, directors,	)
agents, employees, affiliates, successors	)
and assigns.	)
CityMainStreet Technologies Group Inc.,	)
its partners, members, officers, directors,	)
agents, employees, affiliates, successors	)
and assigns	)
Nextweb Technologies, Inc.	)
its partners, members, officers, directors,	)
agents, employees, affiliates, successors	)
and assigns.	)
	)

## **NOTICE OF HEARING**

TO RESPONDENT:

Gregory Webb 304 E. Fairview

Arlington Heights, Illinois 60005

Gregory Webb

1612 Landmeier Road, Suite F Elk Grove Village, Illinois 60007

InfrAegis, Inc.

1612 Landmeier Road, Suite F Elk Grove Village, Illinois 60007

Nextweb Technologies, Inc.

D/B/A CityMainStreet Technologies Group Inc.

1612 Landmeier Road, Suite F Elk Grove Village, Illinois 60007 Notice of Hearing

-2-

INFRAEGIS, INC. C/O MS REGISTERED AGENT SERVICES 191 N Wacker Drive, STE 1800 Chicago, Illinois 60606

CityMainStreet Technologies Group Inc. C/O LEXISNEXIS DOCUMENT SOLUTIONS INC. 2711 Centerville Road, Suite 400 Wilmington, Delaware 19808

You are hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act") and 14 Ill. Adm. Code 130, Subpart K, a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, Illinois 60602, on the 7<sup>th</sup> day of February, 2008 at the hour of 10:00 a.m. or as soon as possible thereafter, before James Kopecky Esq., or such other duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine whether an Order shall be entered pursuant to Section 11.E of the Act prohibiting Gregory Webb, InfrAegis, Inc, Nextweb Technologies, Inc. and CityMainStreet Technologies Group Inc. (the "Respondent") from selling or offering for sale securities in the State of Illinois and/or granting such other relief as may be authorized under the Act including but not limited to the imposition of a monetary fine in the maximum amount pursuant to Section 11.E of the Act, payable within ten (10) business days of the entry of the Order.

The grounds for such proposed action are as follows:

# Count I FRAUD IN THE SALE OF SECURITIES

- 1. Respondent Gregory Webb ("Webb"), a natural person, has a last known address of 304 E. Fairview, Arlington Heights, Illinois 60005 and a last known business address of 1612 Landmeier Road, Elk Grove Village, Illinois 60007. Respondent Webb is President and CEO of InferAegis and President and CEO of Nextweb Technologies D/B/A CityMainStreet Technologies Group, Inc.
- 2. Respondent InfrAegis, Inc. ("InfrAegis") is a Delaware Corporation and maintains a business location at 1612 Landmeier Road, Elk Grove Village, Illinois 60007.
- 3. Delaware Secretary of State records indicate InfrAegis registered agent's address is LexisNexis Document Solutions Inc., 2711 Centerville Road, Suite 400, Wilmington, Delaware, 19808. Illinois Secretary of State records indicate InfrAegis registered agent's address is Ms Registered Agent Services, 191 N Wacker Drive, STE 1800 Chicago, Illinois 60606.

- 4. Respondent Nextweb Technologies, Inc., purports to be a corporate entity, the jurisdiction in which it is incorporated, if any, is unknown. The Illinois Secretary of State records indicate that it is not registered as a domestic corporation nor has Nextweb Technologies, Inc. filed an Application for Authority to conduct business in Illinois.
- 5. Respondent CityMainStreet Technologies Group, Inc. is a Delaware Corporation and Delaware Secretary of State records indicated CityMainStreet Technologies Group, Inc registered agent's address is LexisNexis Document Solutions Inc., 2711 Centerville Road, Suite 400, Wilmington, Delaware, 19808.
- 6. In a response to a Request for Information, Respondent Webb signed a statement claiming that in May 2003, CityMainStreet Technologies Group, Inc. officially changed its name to Nextweb Technologies, Inc. Respondent Webb further stated that Nextweb Technologies, Inc continued to conduct business as CityMainStreet Technologies Group, Inc.
- 7. In 2004, at least one Illinois Investor (Investor A) was solicited to invest in CityMainStreet Technologies Group, Inc.
- 8. Prior to Investor A's purchase, Webb represented to the investor that CityMainStreet Technologies Group, Inc., was a stand-alone corporation.
- 9. Elsewhere, Respondents represented that CityMainStreet Technologies Group, Inc. was engaged in providing products and services to wireless communications providers.
- 10. Investor A, and others known to Investor A, paid to Webb the sum of \$174,500, in exchange for which Respondent Webb delivered 174,500 shares of CityMainStreet Technologies Group, Inc and promised to deliver 349,000 shares of InfrAegis, Inc.
- 11. Despite selling shares of CityMainStreet Technologies, Inc. Respondent Webb and Respondent Nextweb failed to inform Investor A, that the corporate name for CityMain Street Technologies, Inc. was Nextweb.
- 12. Despite the corporate name being changed to Nextweb, Respondents continued to solicited and sell shares of CityMain Street Technologies, Inc. until 2005.
- 13. Unknown to Investor A, and contrary to the representations of the Respondents, Nextweb was not stand alone company engaged in providing products and services to wireless communications providers. In fact, Nextweb D/B/A CityMain Street Technologies was an incubator corporation, designed to further form and fund affiliated corporations.
- 14. Unknown to Investor A, and contrary to the representations of the Respondents, Nextweb was providing incubation services to InfrAegis.

- 15. Respondents failed to disclose any information relating to nature of the relationship between InfrAegis and Nextweb or any related party transactions between InfrAegis and Nextweb.
- 16. By at least late 2005, InfrAegis had concluded, that in prior stock sales, InfrAegis had violated state and federal regulations.
- 17. Despite this, through at least February 2007, InfrAegis continued to sell stock, without disclosing the prior violations or the possible rescission rights of prior investors.
- 18. The activities described above constitute the offer and sale of a security as those terms are defined in Sections 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5/1 et. seq.] (the "Act").
- 19. Section 12.F of The Act states that it shall be a violation of the provisions of this Act for any person to, "engage in any transaction, practice or course of business in connection with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.".
- 20. Section 12.G of the Act states that it shall be a violation of the provisions of this Act for any person to, "obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading."
- 21. Section 12.I of the Act states that it shall be a violation of the provisions of this Act for any person to, "employ any device, scheme, or artifice to defraud in connection with the sale or purchase of any security, directly or indirectly.
- 22. By virtue of this conduct, Respondents violated Sections 12.F, 12.G, and 12.I of the Act.

#### II. FAILURE TO REGISTER SECURITIES

- 23. Between 2003 and 2007, Respondents directly, and by employing agents, sold shares of InfrAegis Inc. and CityMainStreet Technologies Group Inc.
- 24. The activities described above constitute the offer and sale of a security as those terms are defined in Sections 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5/1 et. seq.] (the "Act").
- 25. Section 5 of the Act provides, *inter alia*, that all securities except those exempt under Section 3 or those offered or sold in transactions exempt under Section 4 "shall be registered either by coordination or by qualification prior . . . to their offer or sale" in the State of Illinois.

- 26. Respondent failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and, as a result, the security was not registered pursuant to Section 5 of the Act prior to its offer in the State of Illinois.
- 27. Section 12.A of the Act provides, *inter alia*, that it shall be a violation for any person "to offer or sell any security except in accordance with the provisions of the Act."
- 28. Section 12.D of the Act provides, *inter alia*, that it shall be a violation for any person "to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of the Act or any rule or regulation made by the Secretary of State pursuant to the Act."
- 29. By virtue of the foregoing, Respondent violated Sections 12.A and 12.D of the Act.
- 30. That Section 11.E(2) of the Act provides, *inter alia*, if the Secretary of State shall find that any person has violated sub-section F or G, of Section 12 of this Act, the Secretary of State may by written order permanently prohibit the person from offering or selling any securities in this State.
- 31. That by virtue of the foregoing violations of sub-sections 12.F and 12.G, Respondents is subject to permanent prohibition from offering or selling any securities in the this state pursuant to Section 11.E(2) of the Act.
- 32. That Section 11.E(4) of the Act provides, *inter alia*, that in addition to any other sanction or remedy contained in this subsection E, the Secretary of State, after finding that any provision of this Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000, for each violation of this Act, may issue an order of public censure against the violator, and may charge as costs of investigation all reasonable expenses, including attorney's fees and witness fees.
- 33. That by virtue of the foregoing, Respondent is subject to a fine, censure and costs of investigation pursuant to Section 11.E(4) of the Act.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 ILL. Adm. Code 130)(the "Rules"), to file an answer to the allegations outlined above within thirty (30) days of the receipt of this Notice. A failure to file an answer within the prescribed time shall be construed as an admission of the allegations contained in the Notice of Hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default, unless any Respondent has upon due notice moved for and obtained a continuance.

## Notice of Hearing

-6-

A copy of the Rules, promulgated under the Act and pertaining to hearings held by the Office of the Secretary of State, Securities Department, is included with this Notice.

Delivery of Notice to the designated representative of any Respondent constitutes service upon such Respondent.

Dated: This 27<sup>th</sup> day of November 2007.

JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State:

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Illinois Securities Department
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Hearing Officer: James Kopecky 321 N. Clark Street Chicago, Illinois 60610